Government of
Saskatchewan

SASKATCHEWAN HORSE RACING COMMISSION

ANNUAL REPORT

1991

Saskatchewan

92-06236/

TABLE OF CONTENTS

Letter of Transmittal 2

Commission Staff & Employee List 3

Organization Chart 4

Chairmans Report 5

Objectives and Goals 6

Commission Administration 7

Summary of Operations 7

The Year in Review 9

Grants to the Industry 11

The Fair Meets - Yorkton and Melville 12

Racing at Queensbury Downs 13

Racing at Marquis Downs 14

The Teletheatres 15

Financial Statements 17

Saskatchewan
Horse Racing
Commission
1015 - 8th STREET EAST
SASKATOON, SASKATCHEWAN S7H 0S2
PHONE: (306) 343-9566
FAX: (306) 343-1088

The Honourable Bernhard Wiens
Minister of Agriculture
Province of Saskatchewan
Room 30, Legislative Building
2405 Legislative Drive
Regina, Saskatchewan
S4S 0B3

Sir:

Presented herewith is the eighth Annual Report of the Saskatchewan Horse Racing Commission for the twelve months ending December 31, 1991.

Respectfully submitted,

E Robert Stromberg

E. Robert Stromberg, Q.C.
Chairman

enc.

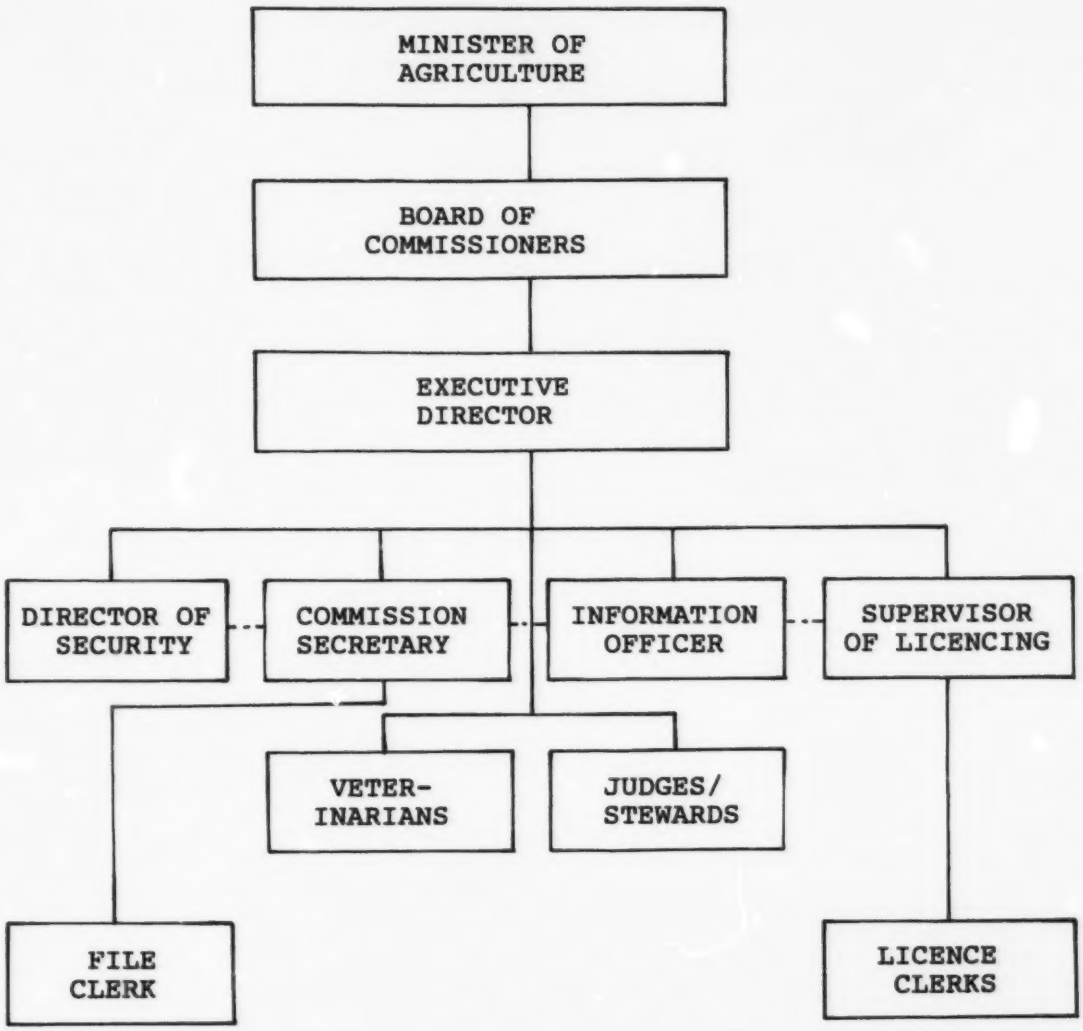
E. Robert Stromberg Q.C.
Chairman
Saskatoon

Donald M. Pulfer D.V.M.
Vice Chairman
Weyburn

L. Bernice Willms
Commissioner
Dundurn

SASKATCHEWAN HORSE RACING COMMISSION 1991

Minister of Agriculture	**Honourable Bernhard Wiens**
Commission Chairman	**E. Robert Stromberg, Q. C.**
Commission Vice-Chairman	**Donald M. Pulfer, D. V. M.**
Commissioner	**L. Bernice Willms**
Executive Director	**Leary P. Claypool**
Commission Secretary	**Debra L. Douglas**
Supervisor of Licencing	**Suzanne H. Dring**
Director of Security	**position unfilled in 1991**
Veterinarians	**Dr. Peter Konkin** **Dr. Al Choquer** **Dr. Richard McLean**
Judges	**Alexander Chisholm** **Kenneth Forster** **Samuel Hawkins** **Edward Mebs** **John Monkman**
Stewards	**Robert Nokes** **Douglas Schneider** **Edward Uhran**
Licence Clerks	**Daneen Dring** **Lorraine Dyck** **Lynette Hrabok** **Barbara McCoy** **Sharon Nowlan**
Filing Clerk	**Su Sakdipat**


MINISTER OF AGRICULTURE
BOARD OF COMMISSIONERS
EXECUTIVE DIRECTOR
DIRECTOR OF SECURITY
COMMISSION SECRETARY
INFORMATION OFFICER
SUPERVISOR OF LICENCING
VETER-INARIANS
JUDGES/ STEWARDS
FILE CLERK
LICENCE CLERKS

SASKATCHEWAN HORSE RACING COMMISSION 1991

CHAIRMAN'S REPORT

It is my pleasure to present this Eighth Annual Report on behalf of the Saskatchewan Horse Racing Commission.

Pari-mutuel wagering in Saskatchewan experienced a 26.57 percentage increase over 1990 levels - the largest percentage increase since the establishment of the Saskatchewan Horse Racing Commission in 1983. The handle totaled $17,459,451.00 and included on-track betting, inter-track betting and teletheatre wagering. Contributing to the success was the establishment of the teletheatre network set up at Marquis Downs and Queensbury Downs at ten locations throughout Saskatchewan. $3,583,665.00 amounting to 20.53 percent of the total handle was wagered at the teletheatres.

In 1991 1,005 licences were issued to the thoroughbred horse categories, down from 1,182 licences issued in 1990. The number of standardbred related licences increased to 574 in 1991 from the 1990 total of 480.

The Commission has continued with its efforts to encourage the development of horse racing in the Province of Saskatchewan in 1991. The Commission established a Full Field Incentive Program for standardbred, thoroughbred and quarter horse racing. The program provided for additional monies to be added to purses for races which had eight starters or more. This encouraged fuller fields. The Full Field Incentive Program is one of the major factors for the higher handle in 1991. Public support is stronger when full fields are presented to the racing fan.

The shortage of thoroughbred race horses continues in Western Canada. In Saskatchewan the shortage of thoroughbreds combined with the relatively low purses was further exacerbated by the low pari-mutuel handles that accompany short fields. Further development of quarter horse racing may alleviate the problems of shorter fields in thoroughbred racing.

The Saskatchewan Horse Racing Commission continued its support of rural racing at the Melville and Yorkton agricultural fairs. The Melville fair hosted quarter horse, appaloosa and thoroughbred racing on June 22 and June 23 in 1991. The Yorkton fair hosted 20 races for the standardbred horses on July 3 and 4 in 1991.

One of the highlights of the 1991 race season was the First Annual James Leakos Memorial Handicap for three year olds which was held September 14, 1991. The race was in honour of the late Dr. James Leakos, a noted Saskatchewan horse breeder and owner. The first winner of the Dr. James Leakos Memorial race was "Doc At The Bay" owned by Seven L Plus One Stable and trained by Sandra Foster, a daughter of Dr. Leakos.

The Saskatchewan Horse Racing Commission looks forward to a successful year of racing in 1992. An expanded teletheatre network together with programs instituted by the Commission to encourage fuller fields for each race will add significantly to the handle and substantially increase purses available to the race contestants.

E. Robert Stromberg, Q.C.
Chairman

OBJECTIVES AND GOALS

The Saskatchewan Horse Racing Commission operates under the authority of the Saskatchewan Horse Racing Commission Act. This act was proclaimed on December 15, 1983. The Commission is vested by law with full authority to prescribe the rules, regulations, and conditions under which horse racing with pari-mutuel wagering may be conducted in Saskatchewan. The Commission also has the power to govern, direct and regulate horse racing in Saskatchewan.

The Commission's primary objective is to maintain the integrity of horse racing in Saskatchewan. This is carried out in a number of ways. Close supervision by the Commission and its representative at the track assure the spectator public and the competing owners of horses:

1. that the Association conducting a race meeting is operated by responsible management;

2. that every owner and trainer seeking to enter a horse in competition is a person of good character and of financial responsibility;

3. that every horse appearing in a race is the animal he is represented to be on the program and is carrying the correct weight as assigned by the track handicapper;

4. that every race run will represent a true competitive effort by every participating horse and rider/driver;

5. that no rider/driver, during the running of a race, commits any act that would unfairly tend to make the race anything other than a true competitive test;

6. that every horse is physically fit to race;

7. that no one responsible for the custody of a competing horse has administered or permitted to be administered any forbidden medication to the competing animal;

8. that every racing association is doing its utmost to provide the spectator public, the horses and their attendants the best possible facilities that it can afford.

The Commission also fulfils the role of liaison, acting as the intermediary between the various horse associations, the racetracks and the Government of Saskatchewan.

The primary goals of the Commission are to build a strong and credible industry, to operate the Commission offices as efficiently and economically as possible and to serve as a steadfast entity on which the industry and the public can depend upon to preserve and maintain the integrity of horse racing in Saskatchewan.

COMMISSION ADMINISTRATION

The Commission is comprised of three individuals who have been appointed for a period of two years and three years. The Chairman is Mr. E. Robert Stromberg, Q.C. of Saskatoon. The Vice - Chairman is Dr. Donald M. Pulfer, D.V.M., of Weyburn and L. Bernice Willms is the remaining member of the Commission. Mr. Wayne Steadman of Regina was Vice - Chairman from January 1 to March 8, 1991.

Three full-time personnel were employed by the Commission in 1991. Leary Claypool is the Executive Director and Debbie Douglas is Commission Secretary. Kenneth Forster is Information Officer and Harness Judge. All other positions were seasonal.

SUMMARY OF OPERATIONS

The Commission performs a number of regulatory functions. Those of principal interest are:

1. Approving race dates;
2. Licensing all persons involved in horse racing;
3. Supervising horse racing in Saskatchewan;
4. Assisting in the development of horse racing;
5. Hearing appeals on Judges' and Stewards' rulings;
6. Approving simulcast wagering dates;
7. Approving teletheatre locations.

Race associations must submit their applications for the next year's race dates by October 31 of the preceding year. When all applications are submitted, the Commission meets to approve, disapprove or discuss modifications to the applications. As well, Agriculture Canada approves all dates on which pari-mutuel wagering takes place.

The licensing process creates a vast amount of paperwork for the Commission's head office and track offices. It is an important function in the Commission operation. Every individual involved in racing is required to complete an application, as well as other related documents (such as partnerships, stable names, or lease agreements). These applications are checked for completeness by the Licence Clerks who collect the fees and forward the applications to the Judges or Stewards (depending upon which breed the licence applicant is affiliated with) for final approval. The Judges or Stewards review the forms and then approve or reject the application.

SUMMARY OF OPERATIONS (continued)

It is of prime importance that every licensee has the required integrity and ability to participate in racing in Saskatchewan. An applicant's past racing record is also checked via microfiche from the Racing Commissioners International files in Lexington, Kentucky. Various other checks are completed to ensure that all licensees are qualified and competent to participate in racing.

When an application is approved, the licensee is then given a photo ID pass. This pass allows the licensee admittance into both the track and the stabling areas. Every individual who has ever been licensed by the Commission has a confidential file at the Commission head office and all records and events relating to an individual are kept on this file.

Maintenance of current applications and related documents continue throughout the racing season at the track offices. The Licence Clerks perform many duties, which include checking the racing programs for each card to ensure that all participants are licensed and that all other documentation is on file with the Commission.

Supervision of horse racing in Saskatchewan is also an important role of the Commission. One of the more visible aspects of this supervision is the presence of the Judges and Stewards at all racing events where pari-mutuel wagering takes place.

The Judges/Stewards observe the 'running' of every race at the racetrack to ensure that each contest is run fairly and honestly. They are responsible for making every race "official" after determining that the race has been run according to the rules and regulations of the Commission. They deal with claims of foul, objections and inquiries. They review the races from views taken by a main camera and tower video. When a race is close (within a half a length), they call for a photo from Mendelson Films, which they use as an aid to calling the race official. A Judge or Steward must also be present for the drawing of each race.

Many grants are made by the Commission to various groups and organizations involved in horse racing in Saskatchewan. The Commission has returned millions of dollars to the horse racing industry over the past eight years. Each association conducting a race meet with parimutuel wagering receives a grant. Both Standardbred and Thoroughbred Breeders have received grants that have totalled over three quarters of a million dollars since 1984. The Western College of Veterinary Medicine also receives a grant annually for researching and solving the many problems affecting the equine athlete.

The Commission is a source of information to the public. All enquiries made by phone, letter or in person, by the public or other organizations, are answered by the Commission or routed to the proper authority. A great effort is made to improve and maintain the image and integrity of the industry so that the sport can survive and flourish in the province.

SUMMARY OF OPERATIONS (continued)

Hearing appeals of the Judges' and Stewards' ruling is vital to both the Commission administration for the licensees. When a licensee feels that a penalty (a fine, suspension, or both) is excessive or unfair, he/she has the opportunity and the right to appeal the decision. The appellant may defend him/herself or retain a representative. He or she can also bring individuals to the appeal if they may help the appellant's case by acting as a witness. The decision of the Commission is held as final. The opinion of the Judges/Stewards are not necessarily those of the Commission Administration. This process of hearing appeals, with both licensees and officials present, ensures that all decisions are fair and within reasonable limits and standards set forth by the Commission.

Associations apply for simulcast and teletheatre wagering dates just as they apply for live racing dates. The Commission approves or rejects these dates. They also take into consid.. ation the effect the simulcasts may have on the live racing dates.

Horse racing is a constantly changing industry. New betting profiles, inter-provincial simulcasting, teletheatre wagering, and the promotion and marketing thrusts made by the industry to compete with other forms of entertainment, all play important roles in keeping the sport alive. As racing evolves, the Commission endeavors to keep the sport a credible and economically important industry in Saskatchewan.

THE YEAR IN REVIEW

The Commission met five times in 1991, conducting seven meetings by telephone conference. Three appeals were heard. Two were denied, one was modified.

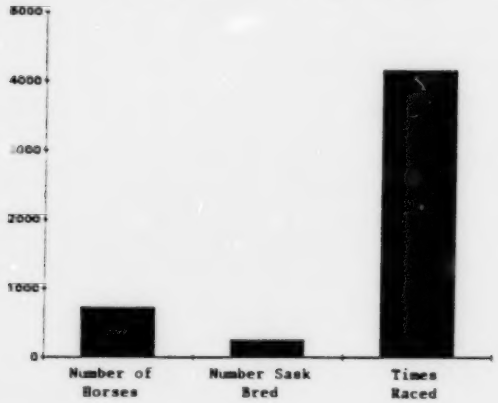
In licence applications, 1,005 licences were issued in runner-related categories. Last year this figure was 1,182. The number of harness-related licences issued totalled 574, compared to last year's 480. Sundry licences (track employees, miscellaneous categories, Commission personnel) totalled 197 this year.

The Stewards issued 77 rulings during the Thoroughbred meet at Marquis Downs, nearing last years total of 79 rulings. The Judges at Queensbury Downs issued 86 rulings, an increase from last year's figure of 46 rulings.

SASKATCHEWAN HORSE RACING COMMISSION 1991

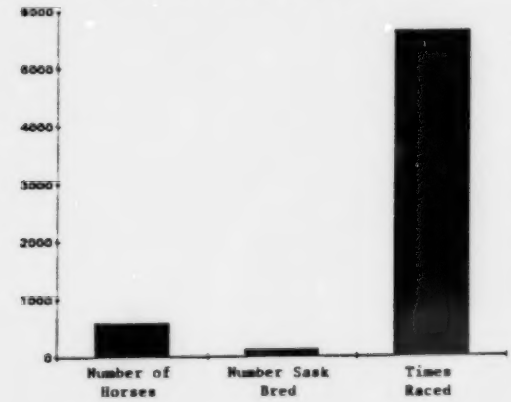
HORSE INVENTORY

THOROUGHBRED



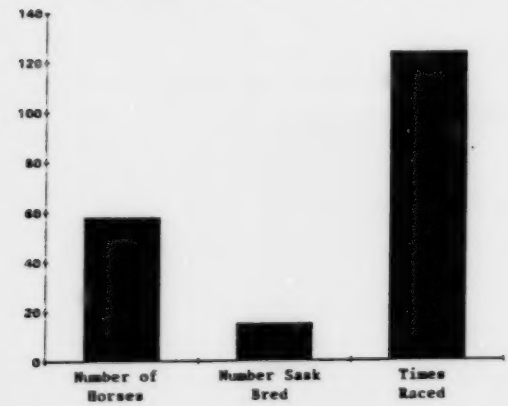
Number of Horses:	722
Number of Times Raced:	4,168
Saskatchewan Bred:	251
Saskatchewan Bred:	35%

STANDARDBRED



Number of Horses:	590
Number of Times Raced:	5,642
Saskatchewan Bred:	123
Saskatchewan Bred:	21%

QUARTER HORSE



Number of Horses:	58
Number of Times Raced:	124
Saskatchewan Bred:	15
Saskatchewan Bred:	26%

GRANTS TO THE HORSE RACING INDUSTRY

Thoroughbred Purse Support	$251,647.00
Standardbred Purse Support	$182,228.00
1% Thoroughbred Breeders	$50,209.00
1% Standardbred Incentive	$37,556.00
1% Quarter Horse	$621.00
Marquis Downs	$251,647.00
Queensbury Downs	$182,227.00
Rural - Melville	$3,277.00
Melville Incentive	$1,900.00
Rural - Yorkton	$4,738.00
Yorkton Incentive	$2,000.00
Melville Stake Race	$2,000.00
Yorkton Stake Race	$2,000.00
Teletheatre - North Battleford	$4,000.00
Teletheatre - Swift Current	$4,000.00
Teletheatre - Yorkton	$4,000.00
Teletheatre - Melville	$4,000.00
Teletheatre - Weyburn	$4,000.00
Teletheatre - Estevan	$4,000.00
Teletheatre - Melfort	$4,000.00
Full Field - Thoroughbred	$23,762.50
Full Field - Standardbred	$63,700.00
Full Field - Quarter Horse	$1,487.50
Western College of Veterinary Medicine	$11,000.00
Grant - Heritage Races	$16,000.00
Rainbow of Roses	$4,000.00
Development and Theatre	$24,775.96
TOTAL GRANTS	$1,144,775.96

RACING IN 1991 - THE FAIR MEETS

Melville & District Agricultural Park Association
P. O. Box 2678, Melville, Saskatchewan S0A 2P0
Phone: (306) 728-5277 Fax: (306) 728-4544

BREEDS RACED :	Quarter Horse, Appaloosa, Thoroughbred
DATES RACED :	June 22 and 23
NUMBER OF RACES :	19
TOTAL ATTENDANCE :	1,580 (estimated)
TOTAL PURSES :	$19,850.00
AMOUNT WAGERED :	$15,652.00

Yorkton Agricultural & Industrial Exhibition Corporation
P. O. Box 908, Yorkton, Saskatchewan S3N 2X1
Phone: (306) 783-4800 Fax: (306) 786-7577

BREEDS RACED :	Standardbred
DATES RACED :	July 3 and 4
NUMBER OF RACES :	20
TOTAL ATTENDANCE :	2,893 (estimated)
TOTAL PURSES :	$19,850.00
AMOUNT WAGERED :	$33,801.00

RACING IN 1991 - QUEENSBURY DOWNS

Regina Exhibition Association Limited
P. O. Box 167, Regina, Saskatchewan S4P 2Z6
Phone: (306) 781-9310 Fax: (306) 525-0955

BREEDS RACED : Standardbred

January 1 - May 2 (simulcast signal from Assiniboia Downs, Stampede Park, Northlands and Santa Anita)

NUMBER OF RACES	828
ATTENDANCE	11,911
AMOUNT WAGERED	1,677,374

May 10 - October 26 (live racing)

NUMBER OF RACE DAYS	72
NUMBER OF RACES	779
ATTENDANCE	48,303
PURSES	876,300
AMOUNT WAGERED - On-Track	2,891,183
AMOUNT WAGERED - ITB - Marquis Downs	949,180
AMOUNT WAGERED - ITB - Teletheatres	1,196,819
AMOUNT WAGERED - TOTAL	5,037,182

May 18 - October 27 (in-season simulcast)

NUMBER OF RACES	1
ATTENDANCE	(included above)
AMOUNT WAGERED - On-Track	3,614
AMOUNT WAGERED - ITB - Marquis Downs	1,103
AMOUNT WAGERED - ITB - Teletheatres	1,409
AMOUNT WAGERED - TOTAL	6,126

November 2 - December 31 (simulcast signal from Assiniboia Downs)
(including December 20 and December 27)

ATTENDANCE	5,313
AMOUNT WAGERED	749,397

TOTAL AMOUNT WAGERED	7,470,079

RACING IN 1991 - MARQUIS DOWNS

Saskatoon Prairieland Exhibition Corporation
P. O. Box 8428, Saskatoon, Saskatchewan S7K 6C7
Phone: (306) 242-6100 Fax: (306) 242-6907

BREEDS RACED : Thoroughbred and Quarter Horse

January 1 - April 15 (simulcast signal from Assiniboia Downs, Stampede Park, Northlands and Santa Anita)

NUMBER OF RACES	828
ATTENDANCE	10,830
AMOUNT WAGERED	1,463,738

May 4 - October 14 (live racing)

NUMBER OF RACE DAYS	75
NUMBER OF RACES	630
ATTENDANCE	49,707
PURSES	1,010,275
AMOUNT WAGERED - On-Track	3,880,510
AMOUNT WAGERED - ITB - Queensbury Downs	932,284
AMOUNT WAGERED - ITB - Teletheatres	1,105,088
AMOUNT WAGERED - TOTAL	5,917,882

May 4 - October 14 (in-season simulcast)

NUMBER OF RACES	75
ATTENDANCE (in addition to above)	189
AMOUNT WAGERED - On-Track	354,915
AMOUNT WAGERED - ITB - Queensbury Downs	140,521
AMOUNT WAGERED - ITB - Teletheatres	143,938
AMOUNT WAGERED - TOTAL	639,374

November 2 - December 31 (simulcast signal from Assiniboia Downs)

ATTENDANCE	5,741
AMOUNT WAGERED	782,514

Total represents all wagers made in Saskatchewan, including those on races from outside the province.

TOTAL AMOUNT WAGERED	8,803,508

RACING IN 1991 - THE TELETHEATRES

Simulcast from Assiniboia Downs, Stampede Park, Northlands and Santa Anita - January 1 - May 2

TELETHEATRE	ATTENDANCE	HANDLE	DAYS
Prince Albert	407	$52,562.00	16
Moose Jaw	1,659	172,881.00	51
Lloydminster	377	76,688.00	61
North Battleford	617	72,187.00	63
Weyburn	352	37,199.00	35
Yorkton	348	42,866.00	28
Melville	468	47,400.00	24
Swift Current	342	36,895.00	16
Melfort	26	1,239.00	4
Estevan			
TOTAL	4,596	$539,917.00	

On Marquis Downs - May 4 - October 14 (Live and Simulcast)

TELETHEATRE	ATTENDANCE	HANDLE	DAYS
Prince Albert	2,022	$284,276.00	75
Moose Jaw	1,748	193,834.00	76
Lloydminster	1,070	92,772.00	76
North Battleford	816	80,459.00	75
Weyburn	751	66,574.00	76
Yorkton	931	81,590.00	75
Melville	1,599	137,487.00	75
Swift Current	1,271	121,038.00	76
Melfort	1,180	94,955.00	76
Estevan	979	96,041.00	46
TOTAL	12,367	$1,249,026.00	

RACING IN 1991 - THE TELETHEATRES (con't ...)

On Queensbury Downs - May 10 - October 26 (Live and Simulcast)

TELETHEATRE	ATTENDANCE	HANDLE	DAYS
Prince Albert	1,646	$260,270.00	70
Moose Jaw	1,975	192,235.00	70
Lloydminster	761	103,138.00	69
North Battleford	590	64,788.00	67
Weyburn	879	81,385.00	70
Yorkton	657	66,376.00	70
Melville	1,705	141,527.00	70
Swift Current	1,352	120,816.00	70
Melfort	753	62,704.00	70
Estevan	1,063	104,989.00	49
TOTAL	11,381	$1,198,228.00	

On Marquis Downs - October 20 - December 29

TELETHEATRE	ATTENDANCE	HANDLE	DAYS
Prince Albert	799	$120,334.00	40
Moose Jaw	1,086	105,954.00	42
Lloydminster	8	771.00	1
North Battleford	6	442.00	1
Weyburn	438	40,967.00	42
Yorkton	540	68,653.00	42
Melville	950	80,658.00	42
Swift Current	699	68,874.00	42
Melfort	595	47,745.00	42
Estevan	727	62,096.00	42
TOTAL	5,848	$596,494.00	
TOTAL AMOUNT WAGERED	$3,583,665.00		

SASKATCHEWAN 1991 PARI-MUTUEL HANDLE

Melville	$15,652.00
Yorkton	33,801.00
Queensbury Downs	6,394,373.00
Marquis Downs	7,431,960.00
Teletheatres	3,583,665.00
TOTAL	$17,459,451.00

SASKATCHEWAN HORSE RACING COMMISSION

FINANCIAL STATEMENTS

Year Ended December 31, 1991

OFFICE OF THE PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly of Saskatchewan

I have audited the balance sheet of the Saskatchewan Horse Racing Commission as at December 31, 1991 and the statements of revenue and expenditure, operating surplus and changes in cash position for the year then ended. These financial statements are the responsibility of the Commission's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Commission as at December 31, 1991 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements.

W.K. Strelioff

Regina, Saskatchewan
February 14, 1992

W. K. Strelioff, C.A.
Provincial Auditor

SASKATCHEWAN HORSE RACING COMMISSION
BALANCE SHEET
As at December 31

ASSETS

	1991	1990
Current:		
Cash and Term Deposits	$228,723	$196,244
Accrued Interest Receivable	8,923	14,120
Prepaid Expense	947	3,273
	238,593	213,637
Fixed:		
Furniture & Equipment	25,248	21,999
Total Assets	$263,841	$235,636

LIABILITIES & EQUITY

Current Liabilities:		
Accounts Payable	$167,731	$ 18,980
Equity:		
Operating Surplus (Statement 3)	70,862	194,657
Fixed Assets	25,248	21,999
	96,110	216,656
Total Liabilities & Equity	$263,841	$235,636

(See accompanying notes to the financial statements)

SASKATCHEWAN HORSE RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
For the Year Ended December 31

	1991	1990
REVENUE:		
Grants - Department of Agriculture and Food (Note 4)	$1,379,380	$1,442,305
Interest	72,452	108,729
Licences and Assessments	23,451	24,463
Fines	6,979	6,699
Other Revenue	1,398	4,007
TOTAL REVENUE	1,483,660	1,586,203
EXPENDITURE		
Administration		
Salaries and Benefits	$ 259,846	$ 248,455
Professional Services	46,000	43,256
Commissioner's Expenses (Note 5)	15,400	18,950
Automobile and Travel	49,777	44,837
Sundry	66,911	65,413
Supplies	11,014	11,441
Purchase of Fixed Assets	3,530	214
	452,478	432,566
Grants	1,144,776	1,212,345
Security Expenditures	4,068	2,366
Appeals Expense (Note 5)	2,487	1,871
Other	3,646	10,161
	1,154,977	1,226,743
TOTAL EXPENDITURE	1,607,455	1,659,309
Excess of Expenditure over Revenue - to Statement 3	$(123,795)	$ (73,106)

(See accompanying notes to the financial statements)

SASKATCHEWAN HORSE RACING COMMISSION
STATEMENT OF OPERATING SURPLUS
For the Year Ended December 31, 1991

	Unappropriated		Appropriated	
	Operating Surplus	Contingency Reserve	Stabilization Reserve	Total Operating Surplus
Balance, Beginning of Year	$ —	$ 99,988	$94,669	$194,657
Expenditure in excess of Revenue - (Statement 2)	(123,795)	—	—	(123,795)
Transfers from Reserves in year (Note 3)				
Contingency Reserve	80,630	(80,630)	—	—
Racing Stabilization Reserve	94,669	—	(94,669)	—
	51,504	19,358	—	70,862
Appropriations made during the year (Note 3)				
Contingency Reserve	(12,876)	12,876	—	—
Racing Stabilization Reserve	(38,628)	—	38,628	—
Balance, End of Year	$ —	$32,234	$38,628	$70,862

(See accompanying notes to the financial statements)

SASKATCHEWAN HORSE RACING COMMISSION
STATEMENT OF CHANGES IN CASH POSITION
For the Year Ended December 31

Cash Provided By (used in):	1991	1990
Operations:		
Excess of Expenditure over Revenue	$(123,795)	$ (73,106)
Net Change in Non-Cash Working Capital Balances:		
(Increase) Decrease in Prepaid Expenses	2,326	494
(Increase) in Accrued Interest Receivable	5,197	10,877
(Decrease) Increase in Accounts Payable	148,751	(52,640)
(Decrease) Increase in Due to Department of Agriculture and Food	---	(269,957)
Total Cash Provided by (used in) Operations	32,479	(384,332)
Cash and Term Deposits, Beginning of Year	196,244	580,576
Cash and Term Deposits, End of Year	$228,723	$196,244

(See accompanying notes to the financial statements)

SASKATCHEWAN HORSE RACING COMMISSION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1991

1. SIGNIFICANT ACCOUNTING POLICIES

(a) The accounts of the Commission are prepared on an accrual basis.

(b) Term deposits are stated at cost which approximates market value.

(c) The Commission records fixed asset purchases as expenditures in the year of purchase and records fixed asset disposals as revenue in the year of sale. The Commission discloses the cumulative cost of the fixed assets on the balance sheet with a corresponding entry to Equity in Fixed Assets.

2. STATUS OF COMMISSION

The Saskatchewan Horse Racing Commission was established by The Horse Racing Commission Act, which was proclaimed December 15, 1983. The Commission has the powers to govern, direct, control, regulate, and assist the horse racing industry in Saskatchewan.

3. RESERVES

(a) The Commission appropriates the operating surplus as follows:

(i) Contingency Reserve

The amount appropriated yearly is 25% of the excess of revenue over expenditure for the year adjusted by any tranfers to be made from the reserve. The reserve is to be used to make grants to the horse racing industry and to cover any future operating deficits as and when decided by the Commission.

(ii) Racing Stabilization Reserve

The amount appropriated yearly is 75% of the excess of revenue over expenditure for the year adjusted by any transfers designated by the Commission to be made from the reserve. The reserve is to be used as a purse supplement as and when decided by the Commission.

4. GRANT REVENUE

The Saskatchewan Horse Racing Commission receives an operating grant from the Department of Agriculture and Food based on the provincial portion of pari-mutuel tax collected together with other amounts that may be approved by the Department.

5. COMMISSIONER'S REMUNERATION

Commissioner's expenses and Appeals expense Consist of Commissioner's remuneration of $17,887 (1990 - $20,821), paid to three Commissioners.

6. RELATED PARTY TRANSACTIONS

Included in these financial statements are expense amounts resulting from routine operation transactions conducted at prevailing market prices with various Saskatchewan Crown controlled departments, agencies, and corporations with which the Commission is related.

7. COMPARATIVE FIGURES

Certain prior year's figures have been reclassified to conform with the current year's presentation.

350 04/92 1SSN 0829 - 1187